

DRAFTER'S NOTE
FROM THE
LEGISLATIVE REFERENCE BUREAU

LRB-2157/2dn
PJK:cjs:rs

April 2, 2003

I have modified the draft to (I think) better address the concerns related to insurers reducing the limits of the sponsorship coverage by other amounts paid or payable. My understanding is that the concern is about reducing the limits of sponsorship coverage by amounts paid (or payable) under other liability coverage under the same or another policy or by amounts paid (or payable) under sponsorship coverage under another policy. In other words, if there is more than one policy that includes sponsorship coverage, the coverages may be stacked, and the limits of the sponsorship coverage may not be reduced by amounts paid (or payable) under liability coverage under the same or another motor vehicle insurance policy.

Also, I thought that, of the paragraphs cited by Attorney Pitts under s. 632.32 (5), only s. 632.32 (5) (f) and (j) are relevant to the issue of reducing the limits of the sponsorship coverage. Paragraphs (b) and (c) relate to coverage of motor vehicle handlers (such as dealers, repair shops, service stations) and coverage under a motor vehicle handler's insurance policy; par. (g) relates to the limits of uninsured and underinsured coverage for a person not using a motor vehicle at the time of an accident; par. (h) relates to the limits of medical payments coverage for a person not using a motor vehicle at the time of an accident; and par. (i) relates to reducing uninsured and underinsured coverage by other payments. None of these paragraphs seems relevant to reducing the limits of sponsorship coverage, which is liability coverage, by other amounts paid. If you see a problem with leaving any of these paragraphs out, however, please let me know.

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